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Subject: Monitoring of Press and Propaganda Broadcasts of Foreign Powers

Reference: (a) C.I.G. Directive No. 2 dated 5 March 1946.

(b) Report of Ad Hoc Committee to Survey Foreign Broadcasting Intelligence Service dated 18 March 1946.

#### 1. The Problem:

a. During the war, the Federal Communications Commission (FCC) conducted a foreign broadcast intelligence service (FRIS) which monitored press and propaganda broadcasts of foreign powers. The FCC was in process of liquidating this agency when its functions were taken over by the War Department on an interim basis on 30 December 1945.

b. The product of the FBIS was valuable to State Department, to the intelligence agencies of the War and Havy Departments, to the Federal Bureau of Investigation, and undoubtedly to other Departments and agencies.

c. The War Department has requested that a permanent disposition of the functions of monitoring press and propaganda broadcasts of foreign powers be determined since the interim arrangements will cease at the end of the Fiscal Year 1966.

#### 2. Discussion:

a. The function of monitoring press and propaganda broadcasts of foreign powers is an overt means of obtaining intelligence information of use to the intelligence agencies of State, War and Mavy Departments.

b. (1) The function of monitoring press and propaganda broadcasts of foreign powers was originally undertaken by FBIS under the FCC early in 1914 as a result of recommendations made by the Defense Communications Board.

- (2) The FBIS was organised functionally into an office of the Director which gave general supervision to the service; a Monitoring Division responsible for making up the monitoring schedule for all FBIS stations and of providing excepts from programs monitored near Washington; A Publications Division responsible for preparing and issuing reports on incoming broadcasts for rapid distribution to government agencies requesting them and for maintaining a central background file; an Administrative Services Division responsible for mimeographing, collating, and distributing the processed reports and a field organization responsible for operating field stations located at strategic points for interception of foreign broadcasts not monitored in the Washington area. In addition, 25X1 the field organisation contained offices located at London which oh have access to similar material monitored by BBC 25X1
- (3) The War Department was informed in December 1945 that the FCC was in process of liquidating the FBIS. The War Department thereupon expanded its monitoring program to meet the need arising from this liquidation. The War Department employed former FBIS personnels effective 30 December 1945, and all FBIS facilities, including those held by lease or contract, were acquired by the War Department on loan or by transfer. The War Department arranged for the renegotiation of outstanding leases and contracts. It acquired by loan fixed facilities and equipment owned by FCC necessary to continued FBIS operations.
- c. The function of monitoring foreign press and propaganda broadcasts should be continued since it is of value to the intelligence agencies of War, State, and Navy. The necessary budget arrangements to maintain this function should be made for the Fiscal Year 1947. The War Department is the only agency now prepared to undertake this budget Approved For Release 2003/09/02: CIA-RDP80R01731R003400110042-1

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- d. It appears that the present organisation carrying on the former functions of the FBIS under War Department direction should be liquidated for the following reasons:
- (1) The function should be continued as an intelligence information collecting agency only. At present, its reports are circulated freely to any organizations or persons requesting same, including foreign agencies. Its product should be restricted to authorized intelligence agencies if proper intelligence direction is to be given to its activities.
- (2) The personnel working in the organisation should be screened for security prior to being accepted in the new organisation undertaking this function. This is essential since disclosure of the direction given to the activities of the organization will necessarily provide intelligence information to any foreign country.
- g. Central direction of the activities of the organisation is required. Since the product of this organisation is of use to State, War, and Navy in varying degrees, central direction is necessary to insure that the specific needs of the different Departments are considered. This direction could be given by a committee composed of a chairman and coordinator from the Central Intelligence Group and members from A=2, CRI, and CRI.
- <u>f.</u> Any one of the three Departments concerned could operate this agency. Certain preliminary steps would be required before State or Navy could undertake its operating, including:
  - (1) Provision for the necessary administration and supply.
- (2) Transfer of the budget from War Department to the operating Department.
  - (3) Arrangement for the necessary communication facilities
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 $\underline{h}_{*}$  Operation of this agency appears therefore to come under 2. the provisions of sub-paragraph 3c of the President's Directive of 22 January 1946 which stated that: "Subject to the existing law, and to the direction and control of the National Intelligence Authority, the Director of Central Intelligence shall \* \* \* \* c. perform, for the benefit of said Intelligence Agencies, such services of common concern as the Mational Intelligence Authority determines can be more efficiently accomplished centrally." Continued operation of this function by the War Department after liquidation of the existing organization is undesirable since it would practically deny the liquidation and since it would require militarisation of the new organisation with the attendant delays. Operation by the State Department at this time is not considered desirable, due to the fact that it would depend on the Office of Research and Intelligence continuing to be organized as a central intelligence facility. Operation by the Navy is not considered desirable since it appears to obtain less value from the performance of this function than either of the other two interested Departments. It is therefore believed that this operation can be more efficiently accomplished centrally under the C.I.G.

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(h) Sorsening of personnel for security purposes.

State Department operation hinges on the continuance of the office of Research and Intelligence. Continued operation by the War Department would require screening of the personnel also.

g. Operation under C.I.G. control would require that the same steps be taken as outlined in f above with particular emphasis on arrangements being made for the necessary administration and supply.

#### 3. It is concluded that:

- a. The function of monitoring foreign press and propaganda broadcasts should be continued under the C.I.G.
- b. The present organisation fulfilling this function under War Department direction should be liquidated and the War Department should continue operational control during the liquidation.
- g. The Central Intelligence Group should take over direction of this function, including the period of liquidation. This should be done by provision for a committee with C.I.G. chairmanship, membership by A-2, C-2, ORI, and ONI.
- d. The Director of Central Intelligence should be responsible for issuing the necessary directives to effect the liquidation.
- e. The Director of Central Intelligence should be responsible for determining which funds, personnel and facilities are required by the C.I.G. to continue the functions and for making the necessary administrative arrangements for their transfer. He should be responsible also for determining what additional facilities are required to be continued by the State, War and Navy Departments (such as communication facilities) and for making the necessary arrangements. In addition, he should determine when the C.I.G. is capable of taking over the function

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and operating the organization required to carry it on.

f. The War Department should take the necessary budgetary action to carry out this program.

### L. Recommendations:

## It is recommended that:

- a. The conclusions contained in paragraph 3 above be approved.
- b. Each member of the Intelligence Advisory Board designate a member of a committee for which the C.I.G. will furnish the chairman and whose function will be to give direction to the function of monitoring press and propaganda broadcasts of foreign powers.
- conclusions, be approved for subsdession to the N.I.A.

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### ENCLOSURE A

N.I.A. DIRECTIVE NO.

### THE FUNCTION OF MONITORING PRESS AND PROPAGANDA OF FOREIGN POWERS

# Report by the Director of Central Intelligence, with the Unanimous Concurrence of the Intelligence Advisory Board

References:

(a) C.I.G. Directive No. 2 dated 5 March 1946

(b) Report of Ad Hoc Committee to Survey Foreign Broadcasting Intelligence Service dated 18 March 1946

Pursuant to paragraph 1 of the latter from the President, dated 22 January 1946, which designated this Authority as responsible for planning, developing, and coordinating the federal foreign intelligence activities so as to assure the most effective accomplishment of the intelligence mission related to the national security, the following policies and procedures relating to the function of monitoring press and propaganda broadcasts of foreign powers are announced:

- (1) The function of monitoring press and propaganda broadcasts of foreign powers is an essential intelligence information source to the intelligence agencies of the State, War and Navy Departments. It should be carried out under the direction and control of the Central Intelligence Group.
- (2) The present organisation carrying on this function under the direction and control of the War Department should be liquidated. The Director of Central Intelligence shall issue the necessary directives to effect the liquidation.
- (3) During the period of liquidation, the foreign broadcast intelligence service function should be administered and operated by the War

  Department so as to serve the intelligence agencies subject to our

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coordination. The Director of Central Intelligence shall issue the necessary directives to accomplish this mission.

- (h) The Director of Central Intelligence will be responsible for determining which funds, personnel, and facilities are required by the Central Intelligence Group for continuing this function and for making the administrative arrangements and issuing the directives necessary to effect their transfer. He will be responsible for determining what facilities are required to be continued by the State, War and Navy Departments to fulfill the function and for making the necessary arrangements for their continuance. He will be responsible also for determining when the C.I.G. is capable of taking over the operating of the function.
- (5) The War Department will take the necessary budgetary action to carry out this program.

## NATIONAL INTELLICENCE AUTHORITY

# THE PUNCTION OF MONITORING OF PRESS AND PROPAGARDA BROADCASTS OF FOREIGN POWERS

## Report by the Director of Central Intelligence, with the Unemisous Concurrence of the Intelligence Advisory Board

- 1. During the war, the Federal Communications Commission (FCC) conducted a foreign broadcast intelligence service (FBIS), which monitored press and propaganda broadcasts of foreign powers. The FCC was in process of liquidating this agency when its functions was taken over by the War Department on an interim basis on 30 December 1945. The War Department requested that the Director of Central Intelligence assume responsibility for the proper disposition of the former FBIS function. An ad hoc committee was appointed by C.I.O. action to make this study. Their report has been submitted to the Director of Central Intelligence and the Intelligence Advisory Board.
- 2. Based on the recommendations contained in the report of this Interdepartmental Committee, the enclosed draft directive was prepared as a means of implementing those recommendations.
- 3. The enclosed directive has been unanimously agreed on by the Director of Central Intelligence and the Intelligence Advisory Board, which included the Director of the Federal Bureau of Investigation as a member for consideration of this matter.
- h. It is therefore recommended that the National Intelligence Authority approve the draft directive in enclosure A.

2. Based on the recommendations contained in the report of this
Indepartmental Committee and on a thorough review of the problem, it is
considered that the operation of this function falls under the provisions
of sub-paragraph 3c of the President's Directive of 22 January 1946:
"Subject to the existing law, and to the direction and control of the
National Intelligence Authority, the Director of Central Intelligence
shall F & \* \* \* C. perform, for the benefit of said Intelligence
Agencies, such service of common concern as the National Intelligence
Authority determines can be more efficiently accomplished centrally."
The enclosed draft directive was prepared as a means of providing for
this central direction under the C.I.G.